



United States Department of the Interior

BUREAU OF OCEAN ENERGY MANAGEMENT

Gulf of Mexico OCS Region
1201 Elmwood Park Boulevard
New Orleans, LA 70123-2394

In Reply Refer To: GM 274A

OCT 16 2012

Mr. Warren Miguez
ANKOR E&P Holdings Corporation
1615 Poydras, Suite 2000
New Orleans, Louisiana 70112

Dear Mr. Miguez:

The Bureau of Ocean Energy Management acknowledges receipt of your Bond Rider to be attached to and form a part of Outer Continental Shelf (OCS) Mineral Lessee's or Operator's Supplemental Bond No. LPM9058201 in the amount of \$3,400,000 executed on December 23, 2011, with ANKOR E&P Holdings Corporation as principal, and Fidelity and Deposit Company of Maryland as surety, conditioned to cover the W1/2 of Block 208, Eugene Island Area, further identified as OCS 0577.

The Bond Rider executed on September 25, 2012, and effective December 23, 2011 increases Bond No. LPM9058201 from \$3,400,000 to \$5,135,000. This bond rider has been attached to and now forms a part of the original bond maintained in the Leasing & Financial Responsibility Section for future reference.

Should you need further assistance, please call Ms. Cheryl A. Olivier at (504) 736-2435.

Sincerely,

Carrol S. Williams, Section Chief
Leasing & Financial Responsibility Section
Leasing and Plans

cc: Ms. Gina A. Rodriguez
Fidelity and Deposit Company of Maryland
1400 American Lane, Tower 1, 19th Floor
Schaumburg, Illinois 60196-1056

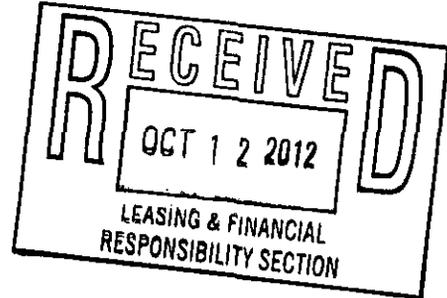


ANKOR E&P Holdings Corporation
A Subsidiary of KNOX

1615 Poydras St. Suite 2000 Phone (504) 587 - 6500
New Orleans, LA, 70112 Fax (504) 587 - 6510

October 12, 2012

U. S. Department of the Interior
Bureau of Ocean Energy Management
Leasing & Financial Responsibility Section
Attention: Ms. Cheryl Olivier
1201 Elmwood Park Boulevard
New Orleans, La. 70123-2394



RE: OCS 0577, Block 208
W/2 Eugene Island Area
Bond Rider to Bond LPM9058201

Dear Ms. Olivier:

Enclosed herewith for further handling and at the request of the Bureau of Ocean Energy Management (the "BOEM") is the following document:

1. One (1) original Bond Rider to supplement mineral Lessee's or Operator's Supplemental Bond issued in the name of ANKOR E&P Holdings Corporation, as Principal, changing the amount from \$ 3,400,000.00, to \$ 5,135,000.00, Bond No. LPM9058201, covering the W/2 of Block 208, Eugene Island Area, OCS 0577.

Should you have any questions regarding this request, please contact me at (504) 596-3692 or email me at wmiguez@ankorenergy.com. Thank you for your assistance in this matter.

Yours truly,

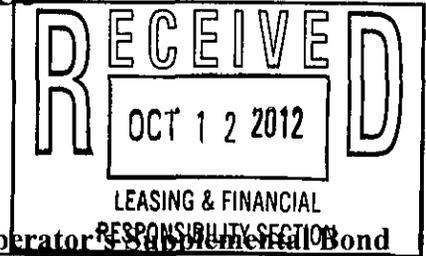
A handwritten signature in black ink, appearing to read 'Warren Miguez'.

Warren Miguez
Manager, Land & Acquisitions

Enclosures:

FIDELITY AND DEPOSIT COMPANY OF MARYLAND
1400 American Lane, Tower 1, 19th Floor
Schaumburg, IL 60196-1056

Bond Rider



To be attached to and made a part of the Mineral Lessee's or Operator's Supplemental Bond Number LPM9058201 effective December 23, 2011 described as OCS Lease/RUE/ROW No. Eugene Island Area, West Half of Block 208, OCS 0577. On behalf of ANKOR E&P Holdings Corporation, as Principal, and executed by FIDELITY AND DEPOSIT COMPANY OF MARYLAND as Surety, in favor of U.S Department of the Interior Bureau of Ocean Energy Management

as Obligee.

In consideration of the mutual agreements herein contained, the Principal and the Surety hereby consent to the following changes:

THE BOND AMOUNT IS CHANGED:

FROM: THREE MILLION FOUR HUNDRED THOUSAND AND NO/100 - - - - DOLLARS
(\$3,400,000.00)

TO: FIVE MILLION ONE HUNDRED THIRTY FIVE THOUSAND AND NO/100 - - -
DOLLARS (\$5,135,000.00)

This change is to become effective December 23, 2011

All other terms and conditions of the above said bond shall remain unchanged.

Signed, sealed and dated this 25th day of September, 2012

FIDELITY AND DEPOSIT COMPANY OF MARYLAND
1400 American Lane, Tower 1, 19th Floor, Schaumburg, IL 60196-1056

By: *Gina A. Rodriguez*
Gina A. Rodriguez, Attorney-In-Fact

ANKOR E&P Holdings Corporation
1615 Poydras, Suite 2000, New Orleans, LA 70112

By: *Ilkwon Cho*
Ilkwon Cho

Title: Vice President and Secretary

**ZURICH AMERICAN INSURANCE COMPANY
COLONIAL AMERICAN CASUALTY AND SURETY COMPANY
FIDELITY AND DEPOSIT COMPANY OF MARYLAND
POWER OF ATTORNEY**

KNOW ALL MEN BY THESE PRESENTS: That the ZURICH AMERICAN INSURANCE COMPANY, a corporation of the State of New York, the COLONIAL AMERICAN CASUALTY AND SURETY COMPANY, a corporation of the State of Maryland, and the FIDELITY AND DEPOSIT COMPANY OF MARYLAND a corporation of the State of Maryland (herein collectively called the "Companies"), by **THOMAS O. MCCLELLAN, Vice President**, in pursuance of authority granted by Article V, Section 8, of the By-Laws of said Companies, which are set forth on the reverse side hereof and are hereby certified to be in full force and effect on the date hereof, do hereby nominate, constitute, and appoint **Terri L. MORRISON, Sandra PARKER, Gina A. RODRIGUEZ, Melissa HADDICK, Tannis MATTSON and Joe MARTINEZ, all of Houston, Texas, EACH** its true and lawful agent and Attorney-in-Fact, to make, execute, seal and deliver, for, and on its behalf as surety, and as its act and deed: **any and all bonds and undertakings, EXCEPT bonds on behalf of Independent Executors, Community Survivors and Community Guardians.** and the execution of such bonds or undertakings in pursuance of these presents, shall be as binding upon said Companies, as fully and amply, to all intents and purposes, as if they had been duly executed and acknowledged by the regularly elected officers of the ZURICH AMERICAN INSURANCE COMPANY at its office in New York, New York., the regularly elected officers of the COLONIAL AMERICAN CASUALTY AND SURETY COMPANY at its office in Owings Mills, Maryland., and the regularly elected officers of the FIDELITY AND DEPOSIT COMPANY OF MARYLAND at its office in Owings Mills, Maryland., in their own proper persons.

The said Vice President does hereby certify that the extract set forth on the reverse side hereof is a true copy of Article V, Section 8, of the By-Laws of said Companies, and is now in force.

IN WITNESS WHEREOF, the said Vice-President has hereunto subscribed his/her names and affixed the Corporate Seals of the said ZURICH AMERICAN INSURANCE COMPANY, COLONIAL AMERICAN CASUALTY AND SURETY COMPANY, and FIDELITY AND DEPOSIT COMPANY OF MARYLAND, this 2nd day of October, A.D. 2012.

ATTEST:

**ZURICH AMERICAN INSURANCE COMPANY
COLONIAL AMERICAN CASUALTY AND SURETY COMPANY
FIDELITY AND DEPOSIT COMPANY OF MARYLAND**



By: *Eric D. Barnes*
Assistant Secretary
Eric D. Barnes

Thomas O. McClellan
Vice President
Thomas O. McClellan

State of Maryland
City of Baltimore

On this 2nd day of October, A.D. 2012, before the subscriber, a Notary Public of the State of Maryland, duly commissioned and qualified, **THOMAS O. MCCLELLAN, Vice President, and ERIC D. BARNES, Assistant Secretary**, of the Companies, to me personally known to be the individuals and officers described in and who executed the preceding instrument, and acknowledged the execution of same, and being by me duly sworn, deposed and saith, that he/she is the said officer of the Company aforesaid, and that the seals affixed to the preceding instrument are the Corporate Seals of said Companies, and that the said Corporate Seals and the signature as such officer were duly affixed and subscribed to the said instrument by the authority and direction of the said Corporations.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my Official Seal the day and year first above written.

Maria D. Adamski

Maria D. Adamski, Notary Public
My Commission Expires: July 8, 2015



EXTRACT FROM BY-LAWS OF THE COMPANIES

"Article V, Section 8, Attorneys-in-Fact. The Chief Executive Officer, the President, or any Executive Vice President or Vice President may, by written instrument under the attested corporate seal, appoint attorneys-in-fact with authority to execute bonds, policies, recognizances, stipulations, undertakings, or other like instruments on behalf of the Company, and may authorize any officer or any such attorney-in-fact to affix the corporate seal thereto; and may with or without cause modify or revoke any such appointment or authority at any time."

CERTIFICATE

I, the undersigned, Vice President of the ZURICH AMERICAN INSURANCE COMPANY, the COLONIAL AMERICAN CASUALTY AND SURETY COMPANY, and the FIDELITY AND DEPOSIT COMPANY OF MARYLAND, do hereby certify that the foregoing Power of Attorney is still in full force and effect on the date of this certificate; and I do further certify that Article V, Section 8, of the By-Laws of the Companies is still in force.

This Power of Attorney and Certificate may be signed by facsimile under and by authority of the following resolution of the Board of Directors of the ZURICH AMERICAN INSURANCE COMPANY at a meeting duly called and held on the 15th day of December 1998.

RESOLVED: "That the signature of the President or a Vice President and the attesting signature of a Secretary or an Assistant Secretary and the Seal of the Company may be affixed by facsimile on any Power of Attorney...Any such Power or any certificate thereof bearing such facsimile signature and seal shall be valid and binding on the Company."

This Power of Attorney and Certificate may be signed by facsimile under and by authority of the following resolution of the Board of Directors of the COLONIAL AMERICAN CASUALTY AND SURETY COMPANY at a meeting duly called and held on the 5th day of May, 1994, and the following resolution of the Board of Directors of the FIDELITY AND DEPOSIT COMPANY OF MARYLAND at a meeting duly called and held on the 10th day of May, 1990.

RESOLVED: "That the facsimile or mechanically reproduced seal of the company and facsimile or mechanically reproduced signature of any Vice-President, Secretary, or Assistant Secretary of the Company, whether made heretofore or hereafter, wherever appearing upon a certified copy of any power of attorney issued by the Company, shall be valid and binding upon the Company with the same force and effect as though manually affixed.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name and affixed the corporate seals of the said Companies, this 20th day of September, 2012



Geoffrey Delisio

Geoffrey Delisio, Vice President